

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

GENERAL ADJUSTMENT OF)	
RATES OF MARYVILLE SEWERAGE)	CASE NO. 8654
SYSTEM, INC.)	

O R D E R

IT IS ORDERED that Maryville Sewerage System, Inc., ("Maryville") shall file an original and six copies of the following information with the Commission, with a copy to the Attorney General's Consumer Protection Division, by November 24, 1982. Maryville shall furnish the name of the witness who will be available at the public hearing to respond to questions concerning each item of information provided. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case will be dismissed.

1. Provide the following information in relation to outstanding debt.
 - A. A copy of the loan agreement between Maryville and Citizens Fidelity Bank for each long term note outstanding.
 - B. A copy of the loan agreement between Maryville and John A. Walser for each outstanding note.

- C. A detailed analysis of the use of the proceeds for each loan outstanding.
- 2. For each employee and officer of Maryville provide the following information.
 - A. The name, title, and total amount of compensation received during the test period. Also, provide a description and the amount of any fringe benefits received by the employee.
 - B. The total number of regular and overtime hours worked during the test period and indicate the method used to compute the amount of compensation received (such as periodic salary, hourly base rate, hourly overtime rate, or units of production).
 - C. Provide a complete description of the duties and responsibilities of each employee.
- 3. Provide a copy of the notice from Louisville Water Company which indicates the increase in water costs to Maryville referred to in the application. Also, include details of the rates charged by Louisville Water Company before and after the increase and the effective date of the increase.
- 4. Provide a detailed analysis of expenses incurred during the test year for professional services as shown in attached Format No. 1, and all detailed working papers supporting the analysis. At

minimum the work papers should show the payee, dollar amount, reference, i.e., voucher number, etc.), account charged, hourly rates and time charged to the utility according to each invoice, and a brief description of the service provided.

5. Provide a detailed analysis of the derivation of the \$600 cost included in the pro forma operating statement in relation to additional training required by the Kentucky Bureau of Environmental Protection for Recertification of Personnel.
6. Provide details concerning the construction of a new water line to Plant No. 4 and include a breakdown of the total construction costs. Also, provide details concerning the financing of this project.
7. Within the Balance Sheet filed with the financial exhibit an amount totaling \$163,989 is classified as Development Costs. Provide a complete description as to the nature of the costs, the date the costs were incurred, and the time period over which the costs are being amortized.
8. Provide copies of the tax bills from the City of Hillview and Bullitt County concerning taxes paid to these local government entites during the test year.

9. Provide the following information concerning gasoline and truck expense.
 - A. Copies of invoices for any expenditure in excess of \$100 that was charged to this account during the test period.
 - B. The total amount charged to this account which is attributed to gasoline purchases during the test period.
 - C. The total amount charged to this account which was based on a per mile rate.
 - D. The total amount charged to this account which represents lease payments on leased vehicles.
10. Provide a list of the vehicles owned by Marville during the test period. Include the year, make, and year of purchase for each vehicle.
11. Provide a detailed breakdown of repairs and replacements for the test period as shown in attached Format No. 2. Items under \$100 may be grouped within a common classification. The total for the breakdown should reconcile with the total repairs and replacements listed for the test period.
12. Provide a detailed breakdown for maintenance - plant and equipment for the test period as shown in attached Format No. 3. Items under \$100 may be grouped within a common classification. The total

for the breakdown should reconcile with the total maintenance - plant and equipment listed for the test period.

13. Provide an explanation as to why the practice of dumping sludge on a nearby farm has been discontinued. Also, provide the number of trips that were made to the Metropolitan Sewer District facilities for the purpose of dumping sludge during the test period.
14. Provide a schedule which shows the type and amount of coverage provided and the premium for each insurance policy in force during the test period. Also, provide a copy of the document which reflects the proposed increase in rates.
15. Provide copies of the monthly bills for electric, gas, water, and telephone service for each month of the test period and the location of utility facilities receiving the service.
16. Explain the accounting procedure that is followed before an uncollectible account is written off as bad debt expense. Also, explain the accounting procedure followed for recording accounts collected after being written off.
17. Provide a depreciation schedule which includes original cost, in service date, rate or life, and accumulated depreciation for each sub-account

within the utility plant account. The schedule
should exhibit the total amount charged to
depreciation expense for the test period.

Done at Frankfort, Kentucky, this 4th day of November, 1982.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary

Maryville Sewerage System, Inc.

Case No. 8654

Professional Service Expenses

For the 12 Months Ended May 31, 1982

<u>Line No.</u>	<u>Item</u>	<u>Rate Case</u>	<u>Annual Audit</u>	<u>Other</u>	<u>Total</u>
1.	Legal				
2.	Engineering				
3.	Accounting				
4.	Other				
5.	Total				

Format No. 2

Maryville Sewerage System, Inc.

Case No. 8654

Repairs and Replacements

For the 12 Months ended May 31, 1982

<u>Date of Invoice</u>	<u>Vendor</u>	<u>Reference (Check No., etc.)</u>	<u>Total Invoice</u>	<u>Materials</u>	<u>Labor</u>	<u>Other</u>	<u>Description</u>
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Format No. 3

Maryville Sewerage System, Inc.
Case No. 8654
Maintenance - Plant and Equipment
For the 12 Months ended May 31, 1982

<u>Date of Invoice</u>	<u>Vendor</u>	<u>Reference (Check No., etc.)</u>	<u>Total Invoice</u>	<u>Materials</u>	<u>Labor</u>	<u>Other</u>	<u>Description</u>
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